

**IN THE UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF DELAWARE**

In re:

MONTGOMERY WARD, LLC, et al.,
Debtors.

Chapter 11

Case No.: 00-4667 (KG)

PLAN ADMINISTRATOR OF MONTGOMERY
WARD, LLC, et al., and THE PA COMMITTEE
OF MONTGOMERY WARD, LLC, et al.,

Appellants,

Case No.: 08-201 (JJF)

V.

DIKA-WARD, LLC,

Appellee.

DIKA-WARD, LLC,

Appellant,

V.

Case No.: 08-202 (JJF)

PLAN ADMINISTRATOR OF MONTGOMERY
WARD, LLC, et al., and THE PA COMMITTEE
OF MONTGOMERY WARD, LLC, et al.,

Appellee.

MEDIATOR'S FINAL REPORT

The undersigned mediator, David B. Stratton, hereby reports on the progress of the mediation as follows:

1. The parties came together on July 21, 2008, in a good faith attempt to resolve this matter.

2. The parties are unable to settle this matter through mediation.

Dated: July 31, 2008

MEDIATOR

/s/ David B. Stratton
David B. Stratton (Del Bar ID 960)
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CERTIFICATE OF SERVICE

I, David B. Stratton, hereby certify that on July 31, 2008 a true and correct copy of the foregoing **Mediator's Final Report** was served via First Class Mail, postage pre-paid, upon the following parties:

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/s/ David B. Stratton
David B. Stratton